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The Extra Mile, Region IV, Inc.

FINANCIAL STATEMENTS AND AUDITOR'S REPORT

June 30, 2008

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/28/09

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Stulb & Associates, APAC

Certified Public Accountants

James F. Stulb, C.P.A.
Kristine S. Carter, C.P.A.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
The Extra Mile, Region IV, Inc.
Lafayette, Louisiana

We have audited the accompanying statement of financial position of The Extra Mile, Region IV, Inc. (a nonprofit organization) as of June 30, 2008, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects the financial position of The Extra Mile, Region IV, Inc., as of June 30, 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2008, on our consideration of The Extra Mile, Region IV, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of The Extra Mile, Region IV, Inc. taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional

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analysis as required by U.S. Office of Management and Budget Circular A-133, "*Audits of States, Local Governments, and Non-Profit Organizations*," and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Stulb & Associates

December 15, 2008

The Extra Mile, Region IV, Inc.
STATEMENT OF FINANCIAL POSITION
June 30, 2008 and 2007

ASSETS

	2008	2007
CURRENT ASSETS		
Cash and cash equivalents	$ 141,890.86	$ 130,684.23
Accounts receivable		
Grants and contracts	169,873.28	210,418.37
Other	824.03	430.14
Prepaid expenses	22,568.54	18,628.69
Total Current Assets	335,156.71	360,161.43
PROPERTY AND EQUIPMENT, at cost		
Furniture and equipment	106,391.60	149,909.06
Less: Accumulated Depreciation	(66,037.59)	(99,919.97)
Net Property and Equipment	40,354.01	49,989.09
TOTAL ASSETS	$ 375,510.72	$ 410,150.52

LIABILITIES AND NET ASSETS

	2008	2007
CURRENT LIABILITIES		
Accounts payable	$ 16,845.07	$ 31,718.84
Accrued liabilities	5,047.16	5,776.70
Total Current Liabilities	21,892.23	37,495.54
NET ASSETS		
Unrestricted	187,952.85	176,695.24
Temporarily Restricted	165,665.64	195,959.74
Total Net Assets	353,618.49	372,654.98
TOTAL LIABILITIES AND NET ASSETS	$ 375,510.72	$ 410,150.52

See notes to the financial statements

The Extra Mile, Region IV, Inc.
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2008
With Comparative Totals for the Year Ended 2007

	Unrestricted	Temporarily Restricted	Total 2008	Total 2007
SUPPORT AND REVENUE				
Support				
Grants and contracts	$ -	$ 1,452,009.61	$ 1,452,009.61	$ 1,230,391.67
Donations	-	16,310.73	16,310.73	23,489.42
Donated materials and service	-	405,760.53	405,760.53	260,526.10
Other	-	29,844.00	29,844.00	15,553.21
Net assets released from restriction	1,934,218.97	(1,934,218.97)	-	-
	1,934,218.97	(30,294.10)	1,903,924.87	1,529,960.40
Revenue				
Interest income	3,568.24	-	3,568.24	5,360.94
TOTAL SUPPORT AND REVENUE	1,937,787.21	(30,294.10)	1,907,493.11	1,535,321.34
EXPENSES				
Functional expenses				
Program service	1,846,930.15	-	1,846,930.15	1,443,729.37
Administrative	79,599.45	-	79,599.45	82,311.50
TOTAL EXPENSES	1,926,529.60	-	1,926,529.60	1,526,040.87
Change in Net Assets	11,257.61	(30,294.10)	(19,036.49)	9,280.47
Net Assets at Beginning of Year	176,695.24	195,959.74	372,654.98	363,374.51
Net Assets at End of Year	$ 187,952.85	$ 165,665.64	$ 353,618.49	$ 372,654.98

See notes to the financial statements

The Extra Mile, Region IV, Inc.
Statement of Functional Expenses
For the year ended June 30, 2008
With Comparative Totals for the Year Ended 2007

	Volunteer Program	Family Support	Adult Support	Administration	Total 2008	Total 2007
Salaries and stipends	$ 43,025.14	$ 485,956.73	$ 196,624.02	$ 23,308.75	$ 748,914.64	$ 608,349.99
Payroll taxes	3,534.87	37,375.97	15,142.21	1,864.70	57,917.75	47,406.92
Employee benefits	23,757.54	56,463.59	6,281.16	8,163.55	94,665.84	90,204.28
Travel	1,388.44	68,392.27	9,909.94	4,326.31	84,016.96	41,682.52
Operating expenses	33,576.62	97,153.80	40,832.29	30,570.38	202,133.09	164,559.46
Supplies	1,313.23	19,729.73	11,942.80	8,512.16	41,497.92	27,820.51
Donated materials	7,698.39	287,511.64	88,350.50	-	383,560.53	260,526.10
Client assistance	2,323.90	59,093.20	94,588.58	-	156,005.68	147,007.28
Professional fees	7,822.77	128,371.84	3,559.98	2,853.60	142,608.19	126,385.81
Depreciation	5,870.00	7,840.00	1,499.00	-	15,209.00	12,098.00
	$ 130,310.90	$ 1,247,888.77	$ 468,730.48	$ 79,599.45	$ 1,926,529.60	$ 1,526,040.87

See notes to the financial statements

The Extra Mile, Region IV, Inc.
STATEMENTS OF CASH FLOWS
For the Year Ended June 30, 2008 and 2007

CASH FLOWS FROM OPERATING ACTIVITIES	2008	2007
Change in Net Assets	$ (19,036.49)	$ 9,280.47
Adjustments to reconcile change in Net Assets:		
Depreciation	15,209.00	12,098.00
(Gain) Loss on disposal of fixed assets	0.00	10,621.00
Decrease (Increase) in operating assets:		
Accounts Receivable		
Grants and contracts	40,545.09	(41,613.22)
Prepaid expenses	(3,939.85)	10,996.21
Other	(393.89)	(15.00)
Increase (Decrease) in operating liabilities:		
Accounts Payable	(14,873.77)	17,136.51
Accrued Liabilities	(729.54)	1,752.68
Total Adjustments	35,817.04	10,976.18
Net Cash Provided By Operating Activities	16,780.55	20,256.65
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Property & Equipment	(5,573.92)	(14,223.43)
Net Cash Used By Investing Activities	(5,573.92)	(14,223.43)
NET DECREASE IN CASH AND CASH EQUIVALENTS	11,206.63	6,033.22
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	130,684.23	124,651.01
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 141,890.86	$ 130,684.23

See notes to the financial statements

NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of The Extra Mile, Region IV, Inc. (The Extra Mile) is presented to assist in understanding The Extra Mile's financial statements.

Nature of Activities

The Organization is a nonprofit, community-based program governed by a volunteer board of directors. The Organization administers several programs for the benefit of persons with mental health, retardation, and/or development disabilities, substance abuse problems and families involved with the child welfare system. Its activities cover the Parishes of St. Landry, St. Mary, St. Martin, Lafayette, Iberia, Vermillion, Acadia, and Evangeline.

Basis of Accounting

The accompanying financial statements presented herein have been prepared on the accrual basis in accordance with generally accepted accounting principles.

Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments, which are readily convertible into cash within ninety (90) days of purchase.

Support and Expenses

The Extra Mile receives substantially all its revenues from contracts with Federal, State, and Parish agencies. Contract revenues, in the case of reimbursement contracts, are recognized as the expense for the contract is incurred. Other revenues are recognized as earned.

Expenses are recorded as incurred in accordance with the accrual basis of accounting.

Financial Statement Presentation

The Organization has adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Organization does not use fund accounting.

Support and revenue

All support is considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(C) (3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, The Extra Mile has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for the year ended June 30, 2008.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

The Organization capitalizes all expenditures in excess of $500 for property and equipment at cost, or if donated, at the approximate fair value at the date of donation. Depreciation is provided for in an amount sufficient to relate the cost of depreciable assets to operations over their estimated service lives on the straight-line basis. Depreciation expense for the year ended June 30, 2008 was $15,209.

NOTE B GRANTS AND CONTRACTS RECEIVABLE

Grants and contracts receivable represents amounts due from various Federal, State, and Parish agencies and are deemed to be fully collectible by management.

NOTE C NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor/grantor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors/grantors. Total amount released from restrictions during the year was $1,934,218.

NOTE D DONATED MATERIALS AND SERVICES

Volunteers have made contributions of their time to The Extra Mile. The value of this contributed time is not reflected in these statements since it is not susceptible to objective measurement or valuation.

The Extra Mile receives donations of food, clothing, and supplies. Management estimates the value of these donations to be $383,560. These donations are recorded as contributions with the corresponding charge to donated materials. Lafayette Parish Sheriff Department provides the free use of office space to The Extra Mile. Management estimates the value of this space to be $22,200. This donation is recorded as contributions with the corresponding charge to occupancy.

NOTE E FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a program basis in the statement of activities. This requires the allocation of certain costs between program and supporting services based on estimates made by management.

NOTE F OPERATING LEASES

The Organization leases space for offices and programs services under various leasing arrangements. Only one rental agreement had an expiration date after June 30, 2008. Minimum rentals, for non-cancelable leases until expiration, are as follows:

Fiscal Year Ending:	June 30, 2009	$ 45,000
	June 30, 2010	45,000
	June 30, 2011	37,500

Rent expense for the year ended June 30, 2008 was $91,200.

NOTE G CONCENTRATION OF CREDIT RISK

The Organization maintains its cash accounts in commercial banks and a financial institution. Accounts at the commercial banks are insured by the Federal Deposit Insurance Corporation up to $100,000. Cash equivalents maintained by the financial institution are insured by Securities Investor Protection Corporation.

NOTE H RISKS AND UNCERTAINTIES

The Organization receives a substantial amount of its support from governmental agencies. A significant reduction in this support, if it were to occur, would affect the Organization's programs and activities.

NOTE I RETIREMENT PLAN

During the year ended June 30, 2008 the Organization made available to eligible employees the opportunity to participate in a 403(b) tax deferred annuity retirement plan. The Organization also contributes 3% of salaries to the plan for the benefit of the eligible employees. The total contribution for the year ended was $6,685.

NOTE J COMPENSATED ABSENCES

Full time employees earn 8 hours per month of vacation and 8 hours per month of sick leave each year. A maximum of twenty-four days of vacation may be accumulated and carried forward, while sick leave accrual is unlimited. Upon termination, employees are paid for unused vacation only. The Organization has not accrued unpaid compensated absences because the amount cannot be reasonably estimated.

NOTE K PRIOR PERIOD INFORMATION

The financial statements include certain prior year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2007, from which the summarized information was derived.

Stulb & Associates, APAC

Certified Public Accountants

James F. Stulb, C.P.A.
Kristine S. Carter, C.P.A.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
The Extra Mile, Region IV, Inc.
Lafayette, Louisiana

We have audited the financial statements of The Extra Mile, Region IV, Inc. (a nonprofit organization) as of and for the year ended June 30, 2008, and have issued our report thereon, dated December 15, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The Extra Mile, Region IV, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The Extra Mile, Region IV, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion of the effectiveness of the Organization's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

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Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses

Compliance and Other Matters

As part of obtaining reasonable assurance about whether The Extra Mile, Region IV, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of law, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

This report is intended for the information of the Board of Directors and Management of The Extra Mile, Region IV, Inc. and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Stulb & Associates

December 15, 2008

Stulb & Associates, APAC
Certified Public Accountants

James F. Stulb, C.P.A.
Kristine S. Carter, C.P.A.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
The Extra Mile, Region IV, Inc.
Lafayette, Louisiana

Compliance

We have audited the compliance of The Extra Mile, Region IV, Inc. with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. The Extra Mile's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of The Extra Mile's management. Our responsibility is to express an opinion on The Extra Mile's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about The Extra Mile's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of The Extra Mile's compliance with those requirements.

In our opinion, The Extra Mile complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

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Internal Control over Compliance

The management of The Extra Mile is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered The Extra Mile's internal control over compliance with requirements that could have a direct material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of the internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of The Extra Mile's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in The Extra Mile's internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above.

This report is intended for the information of the Board of Directors, management, and the Louisiana Legislative Auditor. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Stulb & Associates

December 15, 2008

The Extra Mile, Region IV, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Section I – Summary of Auditors' Results
June 30, 2008

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

• Material weakness(es) identified?	____yes	___X_no
• Reportable condition(s) identified that are not considered to be material weaknesses? reported	___yes	__X_no
• Noncompliance material to financial statements noted?	____yes	___X_no

Federal Awards

• Material weakness(es) identified?	____yes	___X__no
• Reportable condition(s) identified that are not considered to be material weaknesses?	___yes	___X__no

Type of auditor's report issued on compliance major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	___yes	___X__no

Identification of major programs:

CFDA NUMBER	NAME OF FEDERAL PROGRAM
93.556	Department of Health and Human Services, Administration for Children and Families, Promoting Safe and Stable Families

The threshold for distinguishing Types A and B programs was $300,000.

Auditee qualified as low-risk auditee?	____yes	__X___no

The Extra Mile, Region IV, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section II – Financial Statement Findings

Current Audit

There were no financial statement findings.

Prior Audit

There were no financial statement findings.

Section III – Federal Awards Findings and Questioned Costs

Current Audit

93.556	Department of Health and Human Services, Administration for Children and Families, Promoting Safe and Stable Families

There were no findings or questioned costs.

Prior Audit

There were no findings or questioned costs.

The Extra Mile, Region IV, Inc.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2008

Federal Grantor/ Pass - through Grantor/Program	Federal CFDA Number	Federal Expenditures
Department of Health and Human Services, Administration for Children and Families Promoting Safe and Stable Families	93.556	$ 647,544.10
Department of Health and Human Services, Substance Abuse and Mental Health Services Block Grants for Community Mental Health Services	93.958	207,509.82
Department of Justice, Office of Violence Against Women Safe Haven and Supervised Visitation	16.527	126,340.48
		$ 981,394.40

NOTE A - BASIS OF PRESENTATION
The accompanying schedule of expenditures of federal awards includes the federal grant activity of The Extra Mile, Region IV, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Gevernments, and Non-Profit Organizations.* Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in preparation of, the basic financial statements.